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Michael O Leavitt Governor Robert L. Morgan Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

October 10, 2003

Mike Dalley Staker and Parson Companies 151 West Vine Street Murray, Utah 84107

Subject: Formal Approval of Form and Amount of Replacement Reclamation Surety, Staker & Parson Companies, Keigley Quarry Mine, M/049/001, Utah County, Utah

Dear Mr. Dalley:

On October 9, 2003, the Director of the Division of Oil, Gas and Mining formally approved the form and amount of replacement reclamation surety for Staker & Parson Companies Keigley Quarry mine. The surety was replaced because we received notification that Liberty Bond Services was canceling their bond # effective October 15, 2003. On September 5, 2003, we received a replacement bond # issued by XL Specialty Insurance Company in the amount of \$615,500. On September 26, 2003, we received your revised Reclamation Contract which is directly tied to the surety bond.

As you are aware, the bond is only escalated to year 2003. The surety amount will need to be revised and brought to current year dollars and escalated five years into the future. This will be done as soon as we receive your updated maps, so we can perform the standard five-year review.

The Division hereby grants its final approval of the replacement surety from XL Specialty Insurance Company and Reclamation Contract for the Keigley Quarry.

Enclosed please find copies of the fully signed and executed Reclamation Contract and surety bond forms for your files. Also enclosed is the original Liberty Mutual Insurance Company bond i and accompanying Reclamation Contract for your disposal or return to the insurance company.



Mike Dalley Page 2 of 2 M/049/001 October 10, 2003

Thank you for your help in finalizing this permitting action. Please call me if you have any questions in this regard. We await your updated maps for this site by October 20, 2003.

Sincerely,

D. Wayne Hedberg, Permit Supervisor

Minerals Regulatory Program

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Enclosure, copy of XL Specialty Bond & RC,
And original Liberty Mutual Bond & RC
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